

Minutes of Meeting

Petroleum Fund of Timor-Leste

Investment Advisory Board

Held on 6 August 2015

In Hong Kong

Present:

Olgario de Castro (Chairman)
Gualdino da Silva
Kevin Bailey
Torres Trovik
Venancio Alves Maria
Basilio Soares
Craig Callum (Acting Secretary)

Also in attendance:

Filipe Nery Bernardo, Co-ordinator of PFAU, Ministry of Finance
Fernando da Silva Carvalho, BCTL
Timoteo Gomoies Pires, BCTL
Cosme da Costa Araujo, PFAU
Olga Conceição, PFAU
Jonio Soares, PFAU

1. Apologies

None.

2. Approval of the agenda

The agenda for the meeting was agreed upon.

3. Equity Factors

The Secretariat presented on equity factors during the workshop. The Board requested the Secretariat to undertake further research and report its recommendations at the next meeting.

4. Rebalancing policy

Research on rebalancing was presented during the workshop. The Secretariat will recommend a rebalancing policy to the IAB before the end of the year.

5. Bond portfolio

The bond portfolio's duration was considered during the workshop. The investment characteristics of investment grade corporate bonds and Asian bonds were assessed. Further analysis is required.

6. Liquidity management

The Board agreed on the importance of the Ministry of Finance and the BCTL working together to efficiently manage the Fund's liquidity.

7. Internal equities mandate

The Ministry of Finance will procure an independent reviewer to assess the BCTL's systems and processes before implementation.

8. Capacity development plan

The IAB decided to sponsor a project to help determine the Petroleum Fund's objectives and plans over the next 5-10 years.

9. Other business

None.

10. Schedule next meeting

It was agreed that the next meeting would take place on 15 September 2015 at 15:30 in Dili. As there was no other business, the Chairman declared the meeting closed at 17.10 hours.

Chairman

Secretary